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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 6, 2011

Chris Faulhaber
Granite Construction Company
PO Box 30429
Salt Lake City, Utah 84130-0429

Subject: Approval of Notice of Intention to Commence Large Mining Operations (NOI) and Reclamation Surety, Granite Construction Company, Morgan Facility Mine, M/029/0008, Morgan County, Utah

Dear Mr. Faulhaber:

The Division of Oil, Gas and Mining (Division) approves, with the condition noted below, the Notice of Intention to Commence Large Mining Operations (NOI) and the reclamation surety for the Morgan Facility mine, M/029/0008. The permitted disturbed area is 38 acres. The surety will be reviewed periodically to assure that the bond remains adequate.

The following condition applies:

No mining is allowed in the area related to the Metz Hollow Notice of Intention to Commence Small Mining Operations (S/029/0003) until the appeals process with the Board of Oil, Gas and Mining has been completed.

The Division has withdrawn approval for this small mine subject to appeal to the Board of Oil, Gas and Mining. The operator is being given until April 25, 2011, to appeal the Division's decision. If no appeal is filed, the decision will become final.

The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.

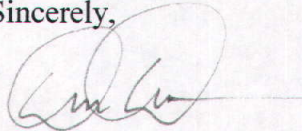
No variances to operations or reclamation standards were requested.

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Enclosed are copies of the signed and executed Reclamation Contract and surety bond forms for your files. Also enclosed is a copy of the "approved" NOI for your files. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at www.dogm.utah.gov.

All future correspondence should reference M/029/0008. Thank you for your help and patience in finalizing this permitting action. Please call me if you have any questions in this regard.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Dana Dean', with a horizontal line extending to the right.

Dana Dean, P. E.
Associate Director of Mining

DD:lah:eb

Enclosure: Copy of Approved NOI, MRRC and Copy of Surety

cc: Grant@morgan_county.net

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